

Financial Report
Lafourche Parish Juvenile Justice Commission
Thibodaux, Louisiana
June 30, 2005

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1-11-2006

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Lafourche Parish Juvenile Justice Commission

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PRINCIPAL OFFICIALS

Lafourche Parish Juvenile Justice Commission

June 30, 2005

COMMISSION MEMBERS

OFFICE

Randall Bertrand

Alice Bonneval

Marian Fleming

Lloyd J. Guidry, Sr.

Secretary/Treasurer

Peter J. O'Neil, Jr.

Nicole Lombas

Marion Terry

President

FINANCIAL SECTION



Bourgeois Bennett

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners,
Lafourche Parish Juvenile Justice Commission,
Thibodaux, Louisiana.

We have audited the accompanying basic financial statements of the governmental activities of Lafourche Parish Juvenile Justice Commission (the Commission), a component unit of the Lafourche Parish Council, State of Louisiana, as of and for the year ended June 30, 2005, as listed in the table of contents. These basic financial statements are the responsibility of the Commission's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of Lafourche Parish Juvenile Justice Commission as of June 30, 2005, and the changes in financial position and the budgetary comparison for the Commission for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Commission has not presented Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In accordance with Government Auditing Standards, we have also issued our report dated August 3, 2005 on our consideration of the Lafourche Parish Juvenile Justice Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Bouges & Bennett, L.L.C.

Certified Public Accountants.

Thibodaux, Louisiana,
August 3, 2005.

**STATEMENT OF NET ASSETS AND
GOVERNMENTAL FUND BALANCE SHEET**

Lafourche Parish Juvenile Justice Commission

June 30, 2005

	<u>General Fund</u>	<u>Adjustments (Exhibit B)</u>	<u>Statement of Net Assets</u>
Assets			
Cash	\$ 572,956	\$ -	\$ 572,956
Investments	650,000	-	650,000
Receivables - taxes	41,421	-	41,421
Due from other governmental units	67,563	-	67,563
Capital assets, net of accumulated depreciation	<u>-</u>	<u>1,495,218</u>	<u>1,495,218</u>
Total assets	<u>\$ 1,331,940</u>	<u>1,495,218</u>	<u>2,827,158</u>
Liabilities			
Accounts payable and accrued expenditures	\$ 89,536	-	89,536
Deferred revenue	680,835	-	680,835
Long-term liabilities - Due after one year	<u>-</u>	<u>73,959</u>	<u>73,959</u>
Total liabilities	<u>770,371</u>	<u>73,959</u>	<u>844,330</u>
Fund Balance/Net Assets			
Fund balance - unreserved	<u>561,569</u>	<u>(561,569)</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,331,940</u>		
Net assets:			
Invested in capital assets		1,495,218	1,495,218
Unrestricted		<u>487,610</u>	<u>487,610</u>
Total net assets		<u>\$ 1,982,828</u>	<u>\$ 1,982,828</u>

See notes to financial statements.

**RECONCILIATION OF THE GOVERNMENTAL FUND
BALANCE SHEET TO THE STATEMENT OF NET ASSETS**

Lafourche Parish Juvenile Justice Commission

June 30, 2005

Fund Balance - Governmental Fund	\$	561,569
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Amounts reported for governmental activities in the statement of net assets
are different because:

Capital assets used in governmental activities
are not financial resources and, therefore,
are not reported in the governmental fund.

Governmental capital assets	\$ 2,886,165	
Less accumulated depreciation	<u>(1,390,947)</u>	1,495,218

Long-term liabilities are not due and payable
in the current period and therefore are not
reported in the governmental fund.

Compensated absences payable		<u>(73,959)</u>
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Net Assets of Governmental Activities	\$	<u>1,982,828</u>
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See notes to financial statements.

**STATEMENT OF ACTIVITIES AND STATEMENT OF
GOVERNMENTAL FUND REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE**

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

	General Fund	Adjustments (Exhibit D)	Statement of Activities
Revenues			
Taxes	\$ 1,320,226		\$ 1,320,226
Intergovernmental -			
State of Louisiana	932,151		932,151
Charges for services	2,580		2,580
Miscellaneous:			
Interest	10,838		10,838
Other	11,436		11,436
Total revenues	<u>2,277,231</u>		<u>2,277,231</u>
Expenditures/Expenses			
Current:			
General government:			
Ad valorem tax adjustment	18,281		18,281
Ad valorem tax deduction	42,053		42,053
Total general government	<u>60,334</u>		<u>60,334</u>
Public safety - special correctional facilities:			
Personal services	1,643,764	\$ 8,137	1,651,901
Operating services	282,987	2,322	285,309
Supplies and materials	166,993	-	166,993
Travel and other charges	4,946	-	4,946
Depreciation	-	90,277	90,277
Total public safety	<u>2,098,690</u>	<u>100,736</u>	<u>2,199,426</u>
Capital outlay	57,557	(57,557)	-
Total expenditures/expenses	<u>2,216,581</u>	<u>43,179</u>	<u>2,259,760</u>
Excess of Revenues Over Expenditures	60,650	(60,650)	-
Change in Net Assets	-	17,471	17,471
Fund Balance/Net Assets			
Beginning of year	500,919	1,464,438	1,965,357
End of year	<u>\$ 561,569</u>	<u>\$ 1,421,259</u>	<u>\$ 1,982,828</u>

See notes to financial statements.

**RECONCILIATION OF THE STATEMENT OF GOVERNMENTAL
FUND REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE TO THE STATEMENT OF ACTIVITIES**

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

Net Change in Fund Balance - Governmental Fund		\$ 60,650
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	\$ 57,557	
Depreciation expense	<u>(90,277)</u>	
Excess of depreciation expense over capital outlay		(32,720)
The net effect of various miscellaneous transactions involving capital assets, such as sales, trade-ins and donations, is to decrease net assets		
		(2,322)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental fund.		
Increase in compensated absences payable		<u>(8,137)</u>
Change in Net Assets of Governmental Activities		<u>\$ 17,471</u>

See notes to financial statements.

**STATEMENT OF GOVERNMENTAL FUND REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND**

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Favorable (Unfavorable)
Revenues				
Taxes	\$ 1,160,000	\$ 1,160,000	\$ 1,320,226	\$ 160,226
Intergovernmental:				
State of Louisiana	904,400	904,400	932,151	27,751
Other local governmental units	30,000	30,000	-	(30,000)
Charges for services	2,000	2,000	2,580	580
Miscellaneous:				
Interest	7,600	7,600	10,838	3,238
Other	-	-	11,436	11,436
Total revenues	<u>2,104,000</u>	<u>2,104,000</u>	<u>2,277,231</u>	<u>173,231</u>
Expenditures				
Current:				
General government:				
Ad valorem tax adjustment	-	-	18,281	(18,281)
Ad valorem tax deduction	-	-	42,053	(42,053)
Total general government	<u>-</u>	<u>-</u>	<u>60,334</u>	<u>(60,334)</u>
Public safety - special correctional facilities:				
Personal services	1,690,000	1,690,000	1,643,764	46,236
Operating services	317,150	317,150	282,987	34,163
Supplies and materials	141,650	141,650	166,993	(25,343)
Travel and other charges	4,600	4,600	4,946	(346)
Total public safety	<u>2,153,400</u>	<u>2,153,400</u>	<u>2,098,690</u>	<u>54,710</u>
Capital outlay	<u>49,000</u>	<u>49,000</u>	<u>57,557</u>	<u>(8,557)</u>
Total expenditures	<u>2,202,400</u>	<u>2,202,400</u>	<u>2,216,581</u>	<u>(14,181)</u>
Excess (Deficiency) of Revenues Over Expenditures	(98,400)	(98,400)	60,650	159,050
Fund Balance				
Beginning of Year	<u>415,067</u>	<u>415,067</u>	<u>500,919</u>	<u>85,852</u>
End of Year	<u>\$ 316,667</u>	<u>\$ 316,667</u>	<u>\$ 561,569</u>	<u>\$ 244,902</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

Lafourche Parish Juvenile Justice Commission

June 30, 2005

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lafourche Parish Juvenile Justice Commission (the Commission) was created in 1978 under the provisions of Article VI, Sections 5 and 15 of the Constitution of the State of Louisiana of 1974, and Article III of the Home Rule Charter of the Parish of Lafourche to acquire and administer a juvenile justice facility or facilities.

The powers of the Commission, control and management of the affairs of the Commission, are vested in a board of commissioners composed of seven qualified electors residing in Lafourche Parish. The commissioners are appointed from the North, South and Central regions of the Parish by the Lafourche Parish Council from names submitted by the Lafourche Parish District Judges, the Lafourche Parish School Board and by members of the Lafourche Parish Council.

The accounting policies of the Commission conform to accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies:

a) Reporting Entity

The Commission is a component unit of the Lafourche Parish Council.

The Commission has reviewed all of its activities and determined there are no potential component units which should be included in its financial statements.

b) Basis of Presentation

The Commission's basic financial statements consist of the government-wide statements on all activities of the Commission and the governmental fund financial statements.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Basis of Presentation (Continued)

Government-wide Financial Statements:

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities for all activities of the Commission. The government-wide presentation focuses primarily on the sustainability of the Commission as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues.

Fund Financial Statements:

The fund financial statements are very similar to the traditional government fund statements as presented by governments prior to the issuance of Statement No. 34. The daily accounts and operations of the Commission continue to be organized on the basis of a fund and accounts groups, each of which is considered a separate accounting entity. The operations of the fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Government resources are allocated to and accounted for in the fund based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The following is the Governmental Fund of the Commission:

General Fund - The General Fund is the general operating fund of the Commission. It is used to account for all financial resources except those that are required to be accounted for in another fund.

c) Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Government-wide Financial Statements:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements:

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting.

Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For this purpose, the Commission considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Ad valorem taxes and the related state revenue sharing (Intergovernmental revenue) are recognized as revenue in the period for which levied, thus the 2004 property taxes which are being levied to finance expenditures for the 2005 calendar year will be recognized as revenue in the fiscal years ending June 30, 2005 and 2006. Accordingly, approximately one half of the 2004 tax levy is recorded as deferred revenue at June 30, 2005. Intergovernmental revenues consist of per diem funding received on a per client/unit bases. These funds, along with charges for services, are recorded when earned since they are measurable and available. Miscellaneous revenues are recorded as revenues when received in cash by the Commission or an intermediary collecting agency because they are generally not measurable or available until actually received.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is vacation and sick leave which are recognized when paid. Allocations of cost such as depreciation are not recognized in the governmental funds.

d) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Operating Budgetary Data

As required by the Louisiana Revised Statute 39:1303, the Board of Commissioners adopted a budget for the Commission's General Fund. The budgetary practices include public notice of the proposed budget, public inspection of the proposed budget and public hearings on the budget prior to adoption. Any amendment involving the transfer of monies from one function to another or increases in expenditures at the functional level must be approved by the Commission. The Commission did not amend its budget during the year. All budgeted amounts which are not expended, or obligated through contracts, lapse at year-end.

The General Fund budget is adopted on a basis materially consistent with accounting principles generally accepted in the United States of America.

The General Fund budget is included in the basic financial statements.

f) Accounts Receivable

The financial statements of the Commission contain no allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes and other receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds.

g) Investments

Investments consist of certificates of deposit which are stated at cost and approximate market value.

h) Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h) Capital Assets (Continued)

Government-wide Financial Statements:

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets purchased or acquired with an original cost of \$500 or more are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation of all exhaustible capital assets is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	15 - 40 years
Furniture, fixtures and equipment	3 - 20 years

Fund Financial Statements:

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

i) Long-Term Obligations

The accounting treatment of long-term obligations depends on whether they are reported in the government-wide or fund financial statements.

Government-wide Financial Statements:

All long-term obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist of accrued compensated absences: vacation.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Long-Term Obligations (Continued)

Fund Financial Statements:

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements.

j) Vacation and Sick Leave

The Commission's policies regarding vacation permit employees to accumulate earned but unused vacation. The liability for these compensated absences is recorded as a long-term obligation in the government-wide statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources.

Eligible personnel will earn credits for annual vacation and sick leave for each month of employment. The amount of credits earned is based upon length of service. At the end of each calendar year accumulated vacation and sick leave is carried forward to the new year. At no time can an employee's accumulated vacation balance exceed 15 days more than the rate of accrual. Sick leave may be accumulated to a maximum of 130 days. All accumulated vacation vests to the employees; however, all accumulated sick leave lapses at separation of employment.

k) Fund Equity

Government-wide Financial Statements:

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets, if any. At June 30, 2005 the Commission had no outstanding borrowings that are attributable to capital assets.

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Fund Equity (Continued)

- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets.”

When both restricted and unrestricted resources are available for use, it is the Commission’s policy to use restricted resources first, then unrestricted resources as they are needed. As of June 30, 2005 and for the year then ended, the Commission did not have or receive restricted net assets.

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

Note 2 - DEPOSITS

The Commission adopted Governmental Accounting Standards Board Statement No. 40, Deposit and Investment Risk Disclosures, in the current year.

Louisiana state law allows all political subdivisions to invest excess funds in obligations of the United States or any other federally insured investment, certificates of deposit of any bank domiciled or having a branch office in the state of Louisiana, guaranteed investment contracts and investment grade (A-1/P-1) commercial paper of domestic corporations.

State law requires deposits (cash and certificates of deposit) of all political subdivisions to be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the market value of securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the political subdivision.

Note 2 - DEPOSITS (Continued)

The year-end balances of deposits are as follows:

	<u>Bank Balances</u>	<u>Reported Amount</u>
Cash	\$ 595,674	\$ 572,956
Investments:		
Certificates of deposit	<u>650,000</u>	<u>650,000</u>
Totals	<u>\$1,245,674</u>	<u>\$1,222,956</u>

Custodial credit risk is the risk that in the event of a bank failure, the Commission's deposits may not be returned to it. The Commission has a written policy for custodial credit risk. As of June 30, 2005, \$915,573 of the Commission's bank balance of \$1,245,674 was exposed to custodial credit risk. These deposits were uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the Commission's name.

At June 30, 2005, cash and certificates of deposit were adequately collateralized by securities held by unaffiliated banks for the account of the Commission. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk. Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Note 3 - PROPERTY TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Lafourche Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2004. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for 2004 was \$3.20 per \$1,000 of assessed valuation on property within Lafourche Parish for the purpose of maintaining and operating the facilities. As indicated in Note 1c, taxes levied November 1, 2004 are used to fund expenditures in calendar year 2005, and one half of the 2004 tax levy was recognized as revenues in the fiscal year ended June 30, 2005 with the balance being recognized in the year ending June 30, 2006.

Note 4 - DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units at June 30, 2005 consisted of the following:

State of Louisiana:	
Department of Social Services	\$55,344
Department of Education	8,330
Department of Public Safety	<u>3,889</u>
Total	<u>\$67,563</u>

Note 5 - CHANGES IN CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2005 was as follows:

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
Capital assets being depreciated:				
Buildings	\$ 2,586,791	\$ -	\$ -	\$ 2,586,791
Furniture, fixtures and equipment	<u>275,784</u>	<u>57,557</u>	<u>33,967</u>	<u>299,374</u>
Total capital assets being depreciated	<u>2,862,575</u>	<u>57,557</u>	<u>33,967</u>	<u>2,886,165</u>
Less accumulated depreciation for:				
Buildings	(1,139,028)	(67,358)	-	(1,206,386)
Furniture, fixtures and equipment	<u>(193,287)</u>	<u>(22,919)</u>	<u>(31,645)</u>	<u>(184,561)</u>
Total accumulated depreciation	<u>(1,332,315)</u>	<u>(90,277)</u>	<u>(31,645)</u>	<u>(1,390,947)</u>
Total capital assets, net	<u>\$ 1,530,260</u>	<u>\$ (32,720)</u>	<u>\$ 2,322</u>	<u>\$ 1,495,218</u>

The juvenile justice facility is on a 10.0-acre tract of land that is owned by the Lafourche Parish Council. The land is being used under an intergovernmental agreement between the Council and the Commission at no cost to the Commission.

Note 6 – ACCOUNTS PAYABLE AND ACCRUED EXPENDITURES

Accounts payable and accrued expenditures at June 30, 2005 consisted of the following:

Salaries and benefits	\$ 18,169
Protest taxes	42,431
Vendors	<u>28,936</u>
Total	<u>\$ 89,536</u>

Note 7 - LONG-TERM OBLIGATIONS

The following is a summary of the changes in the long-term obligations of the Commission for the year ended June 30, 2005:

Long-term obligations, July 1, 2004:	
Vacation and sick leave	\$ 58,909
Compensatory time	<u>6,913</u>
	65,822
Net increase in accumulated unpaid compensated absences	<u>8,137</u>
Long-term obligations, June 30, 2005	<u>\$ 73,959</u>

Note 8 - LEASE COMMITMENTS

The Commission has entered into an operating lease agreement for a vehicle with monthly payments of \$350. The lease agreement is for 36 months and expires April 1, 2008.

Rental expenditures for the year ended June 30, 2005 were \$3,841. The future minimum lease payments are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 3,674	\$ 526	\$ 4,200
2007	3,887	313	4,200
2008	<u>3,411</u>	<u>89</u>	<u>3,500</u>
Totals	<u>\$ 10,972</u>	<u>\$ 928</u>	<u>\$ 11,900</u>

Note 9 - RISK MANAGEMENT

The Commission is exposed to various risks of loss related to workers' compensation; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Commission carries commercial insurance. No settlements were made during the year that exceeded the Commission's insurance coverage.

Note 10- COMPENSATION OF BOARD MEMBERS

No compensation was paid to Board Members for the year ended June 30, 2005.

SUPPLEMENTARY INFORMATION SECTION



Bourgeois Bennett

INDEPENDENT AUDITOR'S REPORT ON ADDITIONAL INFORMATION

To the Board of Commissioners,
Lafourche Parish Juvenile Justice Commission,
Thibodaux, Louisiana.

Our report on our audit of the basic financial statements of the Lafourche Parish Juvenile Justice Commission (the Commission) for the year ended June 30, 2005, appears on pages 1 and 2. That audit was conducted for the purpose of forming an opinion on such financial statements taken as a whole. The information contained in the schedule of governmental fund revenues and expenditures and graphs of governmental fund revenues and expenditures for the year ended June 30, 2005 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2005, taken as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the governmental fund balance sheets of the Lafourche Parish Juvenile Justice Commission as of June 30, 2004 and 2003, and the related statements of governmental fund revenues, expenditures and changes in fund balance for each of the two years in the period ended June 30, 2004 (none of which is presented herein), and we expressed unqualified opinions on those financial statements. In our opinion, the information presented in the schedule of governmental fund revenues and expenditures and graphs of governmental fund revenues and expenditures for the years ended June 30, 2004 and 2003 is fairly stated in all material respects in relation to the basic financial statements from which it has been derived.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

Thibodaux, Louisiana,
August 3, 2005.

SCHEDULE OF GOVERNMENTAL FUND REVENUES AND EXPENDITURES**Lafourche Parish Juvenile Justice Commission**

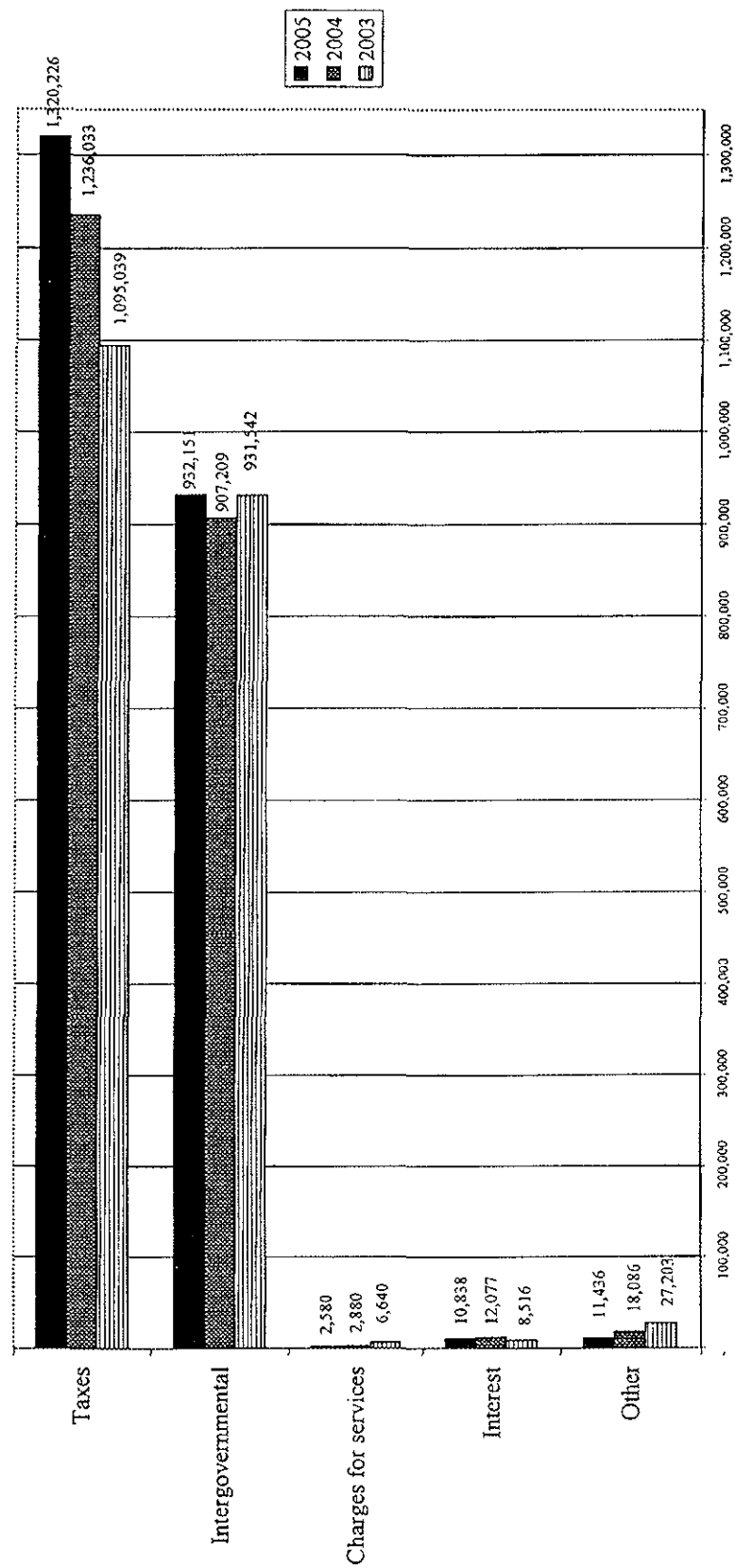
For the years ended June 30, 2005, 2004 and 2003

	<u>2005</u>	<u>2004</u>	<u>2003</u>
Revenues			
Taxes	\$ 1,320,226	\$ 1,236,033	\$ 1,095,039
Intergovernmental	932,151	907,209	931,542
Charges for services	2,580	2,880	6,640
Interest	10,838	12,077	8,516
Other	<u>11,436</u>	<u>18,086</u>	<u>27,203</u>
Total revenues	<u>\$ 2,277,231</u>	<u>\$ 2,176,285</u>	<u>\$ 2,068,940</u>
Expenditures			
General government	\$ 60,334	\$ 58,542	\$ 22,601
Personal services	1,643,764	1,567,676	1,458,288
Operating services	282,987	299,824	276,209
Supplies and materials	166,993	145,803	133,345
Travel and other charges	4,946	3,011	2,801
Capital outlay	<u>57,557</u>	<u>15,577</u>	<u>26,886</u>
Total expenditures	<u>\$ 2,216,581</u>	<u>\$ 2,090,433</u>	<u>\$ 1,920,130</u>

GOVERNMENTAL FUND REVENUES

Lafourche Parish Juvenile Justice Commission

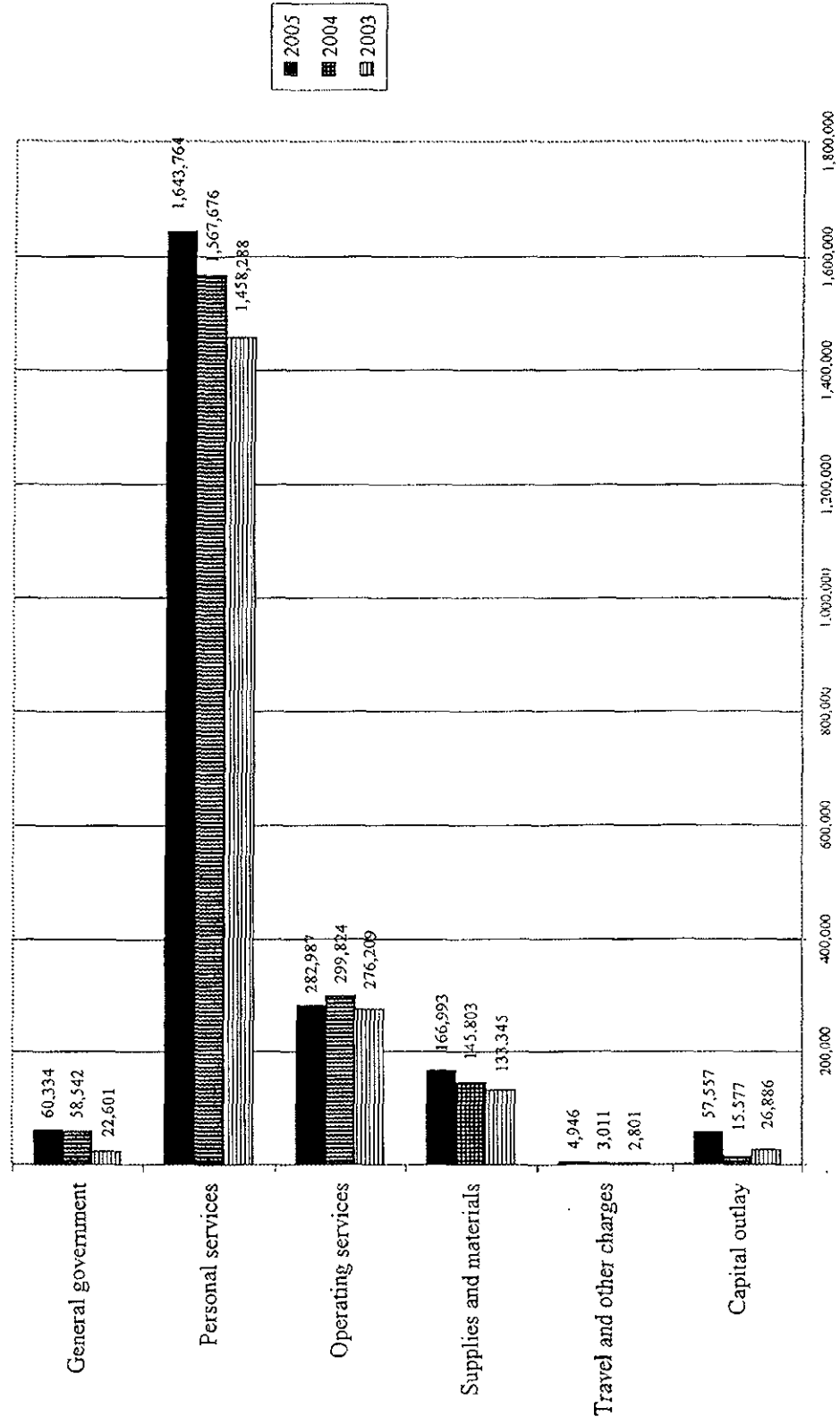
For the years ended June 30, 2005, 2004 and 2003



GOVERNMENTAL FUND EXPENDITURES

Lafourche Parish Juvenile Justice Commission

For the years ended June 30, 2005, 2004 and 2003



SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS



Bourgeois Bennett

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Commissioners,
Lafourche Parish Juvenile Justice Commission,
Thibodaux, Louisiana.

We have audited the basic financial statements of Lafourche Parish Juvenile Justice Commission (the Commission), a component unit of the Lafourche Parish Council, State of Louisiana, as of and for the year ended June 30, 2005, and have issued our report thereon dated August 3, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Commission's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. We noted a certain matter that we reported to management of the Commission in a separate letter dated August 3, 2005.

This report is intended for the information of the Board of Commissioners, management, the State of Louisiana and the Legislative Auditor for the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Bougeois Bennett, L.L.C.

Certified Public Accountants.

Thibodaux, Louisiana,
August 3, 2005.

SCHEDULE OF FINDINGS AND RESPONSES

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

Section I Summary of Auditor's Results

a) Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Reportable condition(s) identified that are not
considered to be material weaknesses? ☐ yes ☒ none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

b) Federal Awards

Lafourche Parish Juvenile Justice Commission did not receive federal awards in excess of \$500,000 during the year ended June 30, 2005 and therefore is exempt from the audit requirements under the Single Audit Act and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Section II Financial Statement Findings

No financial statement findings were noted during the audit for the year ended June 30, 2005.

Section III Federal Award Findings and Questioned Costs

Not applicable.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

Section I Internal Control and Compliance Material to the Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended June 30, 2004.

No reportable conditions were reported during the audit for the year ended June 30, 2004.

Compliance

No compliance findings material to the basic financial statements were noted during the audit for the year ended June 30, 2004.

Section II Internal Control and Compliance Material to Federal Awards

Lafourche Parish Juvenile Justice Commission did not receive federal awards in excess of \$500,000 during the year ended June 30, 2004 and therefore is exempt from the audit requirements under the Single Audit Act and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Section III Management Letter

A management letter was not issued in connection with the audit for the year ended June 30, 2004.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Lafourche Parish Juvenile Justice Commission

For the year ended June 30, 2005

Section I Internal Control and Compliance Material to the Basic Financial Statements

Internal Control

No material weaknesses were noted during the audit for the year ended June 30, 2005.

No reportable conditions were reported during the audit for the year ended June 30, 2005.

Compliance

No compliance findings material to the basic financial statements were noted during the audit for the year ended June 30, 2005.

Section II Internal Control and Compliance Material to Federal Awards

Lafourche Parish Juvenile Justice Commission did not receive federal awards in excess of \$500,000 during the year ended June 30, 2005 and therefore is exempt from the audit requirements under the Single Audit Act and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Section III Management Letter

05 - 1 **Recommendation** - We recommend that the Commission comply with state law and include Management's Discussion and Analysis in its financial statements.

Management's Corrective Action – The Commission determined that the costs to prepare Management's Discussion and Analysis which supplementary information required by the Governmental Accounting Standards Board outweighed the benefits and therefore elected to omit it from its financial statements for the year ended June 30, 2005.